## CERTIFICATION OF ENROLLMENT

## SECOND ENGROSSED SUBSTITUTE SENATE BILL 5610

Chapter 131, Laws of 2000

56th Legislature 2000 Regular Session

USED MOTOR VEHICLE SALES--CURBSTONING--CONSIGNMENT SALES

EFFECTIVE DATE: 6/8/00

Passed by the Senate March 6, 2000 CERTIFICATE YEAS 42 NAYS 1 I, Tony M. Cook, Secretary of the Senate of the State of Washington, do BRAD OWEN hereby certify that the attached is SECOND ENGROSSED SUBSTITUTE SENATE President of the Senate BILL 5610 as passed by the Senate and the House of Representatives on the Passed by the House March 1, 2000 YEAS 90 NAYS 8 dates hereon set forth. CLYDE BALLARD TONY M. COOK Speaker of the Secretary House of Representatives FRANK CHOPP Speaker of the House of Representatives Approved March 24, 2000 FILED March 24, 2000 - 3:49 p.m. Secretary of State GARY LOCKE

Governor of the State of Washington

State of Washington

# SECOND ENGROSSED SUBSTITUTE SENATE BILL 5610

## AS AMENDED BY THE HOUSE

Passed Legislature - 2000 Regular Session

## State of Washington 56th Legislature 1999 Regular Session

By Senate Committee on Transportation (originally sponsored by Senators Prentice, Finkbeiner, T. Sheldon and Costa)

Read first time 03/08/99.

- 1 AN ACT Relating to civil penalties levied by the department of
- 2 licensing for unlawful sale of used motor vehicles by unlicensed
- 3 parties; amending RCW 46.70.115 and 46.70.028; creating a new section;
- 4 and prescribing penalties.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 6 **Sec. 1.** RCW 46.70.115 and 1986 c 241 s 15 are each amended to read 7 as follows:
- 8 (1) If it appears to the director that a person has engaged or is
- 9 about to engage in an act or practice constituting a violation of this
- 10 chapter, or a rule adopted or an order issued under this chapter, the
- 11 director may issue an order directing the person to cease and desist
- 12 from continuing the act or practice. Reasonable notice of and
- 13 opportunity for a hearing shall be given. The director may issue a
- 14 temporary order pending a hearing. The temporary order shall remain in
- 15 effect until ten days after the hearing is held and shall become final
- 16 if the person to whom the notice is addressed does not request a
- 17 hearing within fifteen days after receipt of the notice.
- 18 (2) The director may levy and collect a civil penalty, in an amount
- 19 not to exceed one thousand dollars for each violation, against a person

- 1 found by the director to be curbstoning, as that term is defined in
- 2 subsection (3) of this section. A person against whom a civil penalty
- 3 has been imposed must receive reasonable notice and an opportunity for
- 4 <u>a hearing on the issue. The civil penalty is due ten days after</u>
- 5 <u>issuance of a final order.</u>
- 6 (3) For the purposes of subsection (2) of this section,
- 7 <u>"curbstoning" means a person or firm engaged in buying and offering for</u>
- 8 sale, or buying and selling, five or more vehicles that are each less
- 9 than thirty years old in a twelve-month period without holding a
- 10 vehicle dealer license. For the purpose of subsections (1) and (2) of
- 11 this section, "curbstoning" does not include the sale of equipment or
- 12 vehicles used in farming as defined in RCW 46.04.183 and sold by a
- 13 farmer as defined in RCW 46.04.182.
- 14 **Sec. 2.** RCW 46.70.028 and 1989 c 337 s 13 are each amended to read 15 as follows:
- Dealers who transact dealer business by consignment shall obtain a
- 17 consignment contract for sale and shall comply with applicable
- 18 provisions of chapter 46.70 RCW. The dealer shall place all funds
- 19 received from the sale of the consigned vehicle in a trust account
- 20 until the sale is completed, except that the dealer shall pay any
- 21 outstanding liens against the vehicle from these funds. Where title
- 22 has been delivered to the purchaser, the dealer shall pay the amount
- 23 due a consignor within ten days after the sale. However, in the case
- 24 of a consignment from a licensed vehicle dealer from any state, the
- 25 wholesale auto auction shall pay the consignor within twenty days.
- 26 NEW SECTION. Sec. 3. If any provision of this act or its
- 27 application to any person or circumstance is held invalid, the
- 28 remainder of the act or the application of the provision to other
- 29 persons or circumstances is not affected.

Passed the Senate March 6, 2000.

Passed the House March 1, 2000.

Approved by the Governor March 24, 2000.

Filed in Office of Secretary of State March 24, 2000.